

ORDINANCE 2021-11

**AN ORDINANCE OF THE BOARD OF COMMISSIONERS OF
WARRICK COUNTY, INDIANA, AMENDING SECTION 40.03 OF
THE CODE OF ORDINANCES OF WARRICK COUNTY, INDIANA**

WHEREAS, Chapter 40 of the Code of Ordinances of Warrick County, Indiana, sets forth the fixed asset capitalization policy for Warrick County and its various Departments and Offices;

WHEREAS, Section 40.03 of the Code of Ordinances of Warrick County, Indiana, governs the fixed asset capitalization policy for machinery and equipment owned by Warrick County;

WHEREAS, the Board of Commissioners of Warrick County, Indiana, desires to amend Section 40.03 of the Code of Ordinances of Warrick County, Indiana, for the purpose of increasing the threshold value above which certain machinery and equipment assets must be capitalized.

NOW, THEREFORE, BE IT ORDAINED BY THE BOARD OF COMMISSIONERS OF WARRICK COUNTY, INDIANA, THAT:

The Code of Ordinances of Warrick County, Indiana, 41.03 entitled “Machinery and Equipment” is hereby amended in its entirety and replaced as follows:

§ 40.03 MACHINERY AND EQUIPMENT.

- (A) Warrick County shall capitalize and inventory machinery and equipment assets with an individual value equal to or greater than Five Thousand and 00/100 Dollars (\$5,000.00). Machinery and/or equipment combined with other machinery and/or equipment to form one unit with a total value greater than the above-mentioned limit shall be considered to be one unit.
- (B) Any other reasonable and necessary costs incurred to make such machinery and/or equipment operable for its intended purposes shall be capitalized, including, without limitation, the following:
 - (1) Shipping and/or transportation charges;
 - (2) Professional fees, such as consultant and accounting fees;
 - (3) Damage payments;
 - (4) Any other cost directly associated with the purchase, delivery, or set up of the machinery and/or equipment, including payments to contractors and/or salary and benefit payments to Warrick County employees.

ORDINANCE 2021-11


- (C) Improvements or renovations to existing machinery and/or equipment shall be capitalized only if the result of such improvement(s) or renovation(s) meet all of the following conditions:
 - (1) Total cost of such improvement(s) or renovation(s) exceed Five Thousand and 00/100 Dollars (\$5,000.00);
 - (2) The useful life is extended two (2) years or more; and
 - (3) The total cost of such improvement(s) or renovation(s) will be greater than the current book value and less than the fair market value.
- (D) A department shall record donated machinery and equipment at fair market value on the date of transfer, with any associated costs.
- (E) Purchases of machinery and/or equipment using federal or state funding shall follow the source funding policies and above procedures.

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ORDINANCE 2021-11

**Passed and adopted by the Board of Commissioners of Warrick County, Indiana,
this 11th day of January, 2021.**

WARRICK COUNTY
BOARD OF COMMISSIONERS




Terry J Phillippe, President

Robert H. Johnson, Jr., Vice President



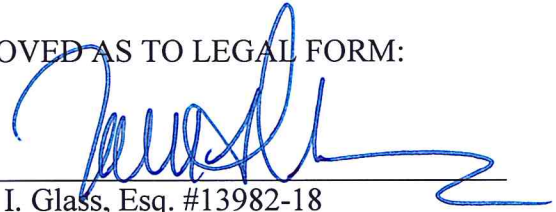
Dan Saylor, Member

ATTEST:



Deborah K. Stevens, Auditor
Warrick County, Indiana

APPROVED AS TO LEGAL FORM:



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